



GLOBALTEC FORMATION BERHAD

(Incorporated in Malaysia)

Reg. No. 201101024895 (953031-A)

SECOND QUARTERLY REPORT FINANCIAL YEAR 2022

HIGHLIGHTS

- **Group's net profit climbs higher to RM5.2 million for the quarter**
- **Cash/Cash equivalent position at RM65.1 million**
- **Net assets at RM255 million, after a dividend of RM8.1 million paid in November 2021**
- **Net assets per share at RM0.95**
- **Gearing continue to decrease to 0.05 times**



Condensed unaudited consolidated statement of profit or loss and other comprehensive income for the financial period ended 31 December 2021

	Current quarter 31.12.2021 RM'000	Preceding year corresponding quarter 31.12.2020 RM'000	Current period 31.12.2021 RM'000	Preceding year corresponding period 31.12.2020 RM'000
Revenue	53,141	43,630	87,830	79,978
Cost of sales	(37,900)	(33,018)	(62,200)	(60,549)
Gross profit	15,241	10,612	25,630	19,429
Other operating expenses	(7,351)	(7,288)	(16,574)	(15,903)
Other operating income	28	6,180	441	28,141
Results from operating activities	7,918	9,504	9,497	31,667
Finance income	56	195	277	494
Finance costs	(449)	(219)	(704)	(494)
Profit before tax	7,525	9,480	9,070	31,667
Tax expense	(2,177)	(787)	(3,436)	(2,687)
Profit for the period	5,348	8,693	5,634	28,980
Other comprehensive (expense)/income, net of tax				
Foreign currency translation differences for foreign operations	(406)	(450)	1,018	(5,269)
Total comprehensive income for the period	4,942	8,243	6,652	23,711
Profit/(Loss) attributable to:				
Owners of the Company	5,155	6,012	6,513	16,758
Non-controlling interests	193	2,681	(879)	12,222
Profit for the period	5,348	8,693	5,634	28,980
Total comprehensive income/(expense) attributable to:				
Owners of the Company	4,709	5,891	7,227	12,427
Non-controlling interests	233	2,352	(575)	11,284
Total comprehensive income for the period	4,942	8,243	6,652	23,711
Basic earnings per ordinary share (sen)	1.916	2.234	2.420	6.228
Diluted earnings per ordinary share (sen)	N/A	N/A	N/A	N/A

(The condensed unaudited consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the Annual Report for the year ended 30 June 2021)



Condensed unaudited consolidated statement of financial position as at 31 December 2021

	As at 31.12.2021 RM'000	Audited 30.6.2021 RM'000
Non-current assets		
Property, plant and equipment	63,661	62,901
Right-of-use assets	30,413	32,238
Exploration and evaluation assets	105,568	103,479
Other investments	53	53
Other financial assets	2,170	2,151
Investment property	13,605	13,605
Intangible assets	26,802	27,016
Total non-current assets	<u>242,272</u>	<u>241,443</u>
Current assets		
Biological assets	1,078	491
Receivables, deposits and prepayments	30,820	23,262
Inventories	37,275	30,987
Contract assets	7,079	4,504
Other investments	6,225	15,071
Current tax assets	655	1,471
Cash and cash equivalents	65,134	72,973
Total current assets	<u>148,266</u>	<u>148,759</u>
TOTAL ASSETS	<u>390,538</u>	<u>390,202</u>
Equity attributable to owners of the Company		
Share capital	643,671	643,647
Business combination deficit	(157,064)	(157,064)
Reserves	(231,654)	(230,808)
	<u>254,953</u>	<u>255,775</u>
Non-controlling interests	44,265	44,840
Total equity	<u>299,218</u>	<u>300,615</u>
Long term and deferred liabilities		
Borrowings	2,125	2,627
Lease liabilities	403	822
Deferred income	1,737	1,873
Deferred tax liabilities	8,507	8,274
Total long term and deferred liabilities	<u>12,772</u>	<u>13,596</u>
Current liabilities		
Payables and accruals	39,956	36,121
Lease liabilities	716	1,147
Tax liabilities	3,176	1,954
Deferred income	271	271
Provisions	25,745	25,521
Borrowings	8,684	10,977
Total current liabilities	<u>78,548</u>	<u>75,991</u>
Total liabilities	<u>91,320</u>	<u>89,587</u>
TOTAL EQUITY AND LIABILITIES	<u>390,538</u>	<u>390,202</u>
Net assets per share attributable to owners of the Company (RM)	0.947	0.951

(The condensed unaudited consolidated statement of financial position should be read in conjunction with the Annual Report for the year ended 30 June 2021)

Condensed unaudited consolidated statement of changes in equity for the financial period ended 31 December 2021

	← Attributable to owners of the Company →						Non-controlling interests	Total equity
	Share capital	Foreign currency translation reserve	Fair value adjustment reserve	Business combination deficit	Accumulated losses	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
At 1 July 2021	643,647	(844)	(44,479)	(157,064)	(185,485)	255,775	44,840	300,615
Total comprehensive income/(expense) for the period	-	714	-	-	6,513	7,227	(575)	6,652
Shares issued on conversion of the Company's warrants	24	-	-	-	-	24	-	24
Dividend paid to owners of the Company	-	-	-	-	(8,073)	(8,073)	-	(8,073)
At 31 December 2021	643,671	(130)	(44,479)	(157,064)	(187,045)	254,953	44,265	299,218

	← Attributable to owners of the Company →						Non-controlling interests	Total equity
	Share capital	Foreign currency translation reserve	Fair value adjustment reserve	Business combination deficit	Accumulated losses	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
At 1 July 2020	643,647	2,351	(44,479)	(157,064)	(205,885)	238,570	36,759	275,329
Total comprehensive (expense)/income for the period	-	(4,331)	-	-	16,758	12,427	11,284	23,711
At 31 December 2020	643,647	(1,980)	(44,479)	(157,064)	(189,127)	250,997	48,043	299,040

(The condensed unaudited consolidated statement of changes in equity should be read in conjunction with the Annual Report for the year ended 30 June 2021)

**Condensed unaudited consolidated statement of cash flows for the financial period ended 31 December 2021**

	Current period	Preceding year
	31.12.2021	corresponding
	RM'000	period
		31.12.2020
		RM'000
Cash flows from operating activities		
Profit before tax	9,070	31,667
Adjustments for:		
Amortisation of customer relationships	197	197
Amortisation of development costs	17	17
Amortisation of government grant	(136)	(114)
Changes in fair value of other investments	2,032	(7,224)
Depreciation	5,237	5,676
Fair value changes on biological assets	(587)	(182)
Finance costs	704	494
Finance income	(277)	(494)
Gain on disposal of gold royalty	-	(21,711)
Property, plant and equipment written off	18	-
Provision for warranties (net)	34	44
Unrealised foreign exchange (gain)/loss	(128)	1,510
Operating profit before working capital changes	16,200	9,880
Changes in working capital:		
Inventories	(6,031)	3,832
Contract assets	(3,427)	939
Receivables, deposits and prepayments	(6,722)	(11,551)
Payables and accruals	3,729	5,577
Cash generated from operations	3,749	8,677
Warranties paid	(33)	(46)
Taxation paid (net)	(1,168)	(789)
Net cash generated from operating activities	2,548	7,842



Condensed unaudited consolidated statement of cash flows for the financial period ended 31 December 2021
(continued)

	Current period	Preceding year
	31.12.2021	corresponding
	RM'000	period
		31.12.2020
		RM'000
Cash flows from investing activities		
Exploration and evaluation expenditure incurred	(1,010)	(602)
Interest received	277	494
Withdrawal of long tenure fixed deposits	-	3,000
Proceeds from disposal of other investments	6,754	-
Proceeds from disposal of gold royalty	-	5,603
Purchase of property, plant and equipment	(3,987)	(2,395)
Net cash generated from investing activities	2,034	6,100
Cash flows from financing activities		
Receipt of government grant	-	905
Interest paid	(704)	(494)
Dividends paid to shareholders	(8,073)	-
Proceeds from conversion of Company's warrants	24	-
Repayment of bank borrowings – net	(3,647)	(2,628)
Net cash used in financing activities	(12,400)	(2,217)
Net (decrease)/increase in cash and cash equivalents	(7,818)	11,725
Effect of foreign exchange fluctuation on cash and cash equivalents	(3)	473
Cash and cash equivalents at beginning of period	72,973	52,713
Cash and cash equivalents at end of period	65,152	64,911
	As at	As at
	31.12.2021	31.12.2020
	RM'000	RM'000
Cash and bank balances	26,464	36,069
Short term placement funds	8,849	13,842
Deposits with licensed banks	29,821	15,000
	65,134	64,911

(The condensed unaudited consolidated statement of cash flows should be read in conjunction with the Annual Report for the year ended 30 June 2021)

NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

This interim financial report of Globaltec Formation Berhad (“GFB” or the “Company”) and its subsidiaries (“Group”) is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standard (“MFRS”) 134, *Interim Financial Reporting* and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”) (“Listing Requirements”).

A2. Significant Accounting Policies

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 30 June 2021.

The Group has not adopted the following standards that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the Group.

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2022

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to MFRS 3, *Business Combinations – Reference to the Conceptual Framework*
- Amendments to MFRS 9, *Financial Instruments (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to Illustrative Examples accompanying MFRS 16, *Leases (Annual Improvements to MFRS Standards 2018–2020)*
- Amendments to MFRS 116, *Property, Plant and Equipment – Proceeds before Intended Use*
- Amendments to MFRS 137, *Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract*
- Amendments to MFRS 141, *Agriculture (Annual Improvements to MFRS Standards 2018–2020)*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2023

- MFRS 17, *Insurance Contracts*
- Amendments to MFRS 101, *Presentation of Financial Statements – Classification of Liabilities as Current or Non-current*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Accounting Estimates*
- Amendments to MFRS 112, *Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

MFRSs, Interpretations and amendments effective for a date yet to be confirmed

- Amendments to MFRS 10, *Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The Group plans to apply the abovementioned accounting standards, interpretations and amendments:

- from the annual period beginning on 1 July 2022 for those amendments that are effective for annual periods beginning on or after 1 January 2022, except for Amendments to MFRS 1 which is not applicable to the Group.
- from the annual period beginning on 1 July 2023 for the accounting standard and amendments that are effective for annual periods beginning on or after 1 January 2023, except for MFRS 17 which is not applicable to the Group.

The initial application of the abovementioned accounting standards and amendments is not expected to have any material financial impact to the current period and prior period financial statements of the Group.

A3. Qualified audit report

The preceding annual audited financial statements of the Group were reported on without any qualification.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter and financial period.

A5. Seasonal and cyclical factors

There were no material seasonal or cyclical factors affecting the income and performance of the Group.

A6. Changes in estimates

There were no changes in the estimates of amounts which give a material effect for the financial period ended 31 December 2021.

A7. Dividends

The Company has on 26 November 2021, paid a dividend of 3 sen per share, totalling RM8.1 million, in respect of the financial year ended 30 June 2021.

The Board does not recommend any dividend for the financial period ended 31 December 2021.

A8. Material events subsequent to the period end

There were no material events subsequent to the financial period end.

A9. Changes in composition of the Group

There were no material changes in the Group structure for the financial period and up to the date of this report.

A10. Capital commitments

Contracted but not provided for capital commitments as at 31 December 2021 were as follows:

	RM'000
In respect of:	
- Property, plant and equipment	<u>17</u>

A11. Contingent liabilities/assets

As at 31 December 2021, the Company had executed corporate guarantees in favour of licensed financial institutions of up to a limit of RM30.9 million for credit facilities granted to subsidiaries. Out of the total banking facilities secured by corporate guarantees by the Company, a total of RM11.0 million was outstanding at the period end; and

A12. Debt and equity securities

Save as disclosed below, there were no issuances, cancellations, share splits, repurchases and repayments of the Company's debt or equity securities for the financial period ended 31 December 2021.

During the financial period, the issued and paid-up ordinary share capital of the Company was increased from RM643,646,723 to RM643,670,746, comprising 269,120,259 ordinary shares in the Company, by way of issuance of 33,364 new ordinary shares pursuant to the exercise and conversion of 33,364 of the Company's warrants at the exercise price of RM0.72 per warrant. The net proceeds arising from the above exercise of the Company Warrants was RM24,022. The remaining 67,238,359 Company's warrants has since expired on 17 December 2021.

A13. Segmental information

Analysis by business segments being the primary basis of the Group's segmental reporting for the financial period ended 31 December 2021 is as follows:

	Integrated manufacturing services RM'000	Energy RM'000	Resources RM'000	Investment holding RM'000	Consolidation adjustments RM'000	Consolidated RM'000
Segment revenue						
Revenue from external customers	82,024	-	5,806	-	-	87,830
Inter-segment revenue	-	-	-	818	(818)	-
Total revenue	<u>82,024</u>	<u>-</u>	<u>5,806</u>	<u>818</u>	<u>-</u>	<u>87,830</u>
Segment profit/(loss)						
	<u>10,328</u>	<u>(3,234)</u>	<u>2,705</u>	<u>(1,085)</u>	<u>356</u>	<u>9,070</u>
Segment assets						
Customer relationships	179,403	122,710	46,688	70,427	(55,410)	363,818
Goodwill on consolidation						4,539
Consolidated total assets						<u>22,181</u>
						<u>390,538</u>

OTHER NOTES PURSUANT TO BURSA MALAYSIA'S MAIN MARKET LISTING REQUIREMENTS: CHAPTER 9, APPENDIX 9B, PART A

B1. Review of performance

The Integrated Manufacturing Services (“IMS”) segment comprises the following divisions:

- i) precision machining, stamping and tooling (“PMST”); and
- ii) automotive components design and manufacturing (“Automotive”).

The Resources segment is principally involved in the harvesting and selling of fresh fruit bunches of oil palm (“FFB”) whereas the Energy segment is principally involved in the exploration and production of unconventional gas i.e. coal bed methane (“CBM”) but has not commenced commercial production yet.

The Group’s revenue for the current quarter increased from RM43.6 million in the preceding year corresponding quarter to RM53.1 million, on the back of all the operating segments recording a growth in their revenue. The revenue from IMS segment moved up RM8.3 million, from RM41.7 million to RM50.0 million underpinned by an increase of RM8.5 million, in the revenue contribution from the PMST division, attributable to improving overall demand. The Automotive division, however registered a marginal decline of RM0.2 million mainly due to a major flood in Selangor in December 2021, that disrupted the automotive industry supply chain. The Resources segment’s revenue increased RM1.2million from RM1.9 million in the preceding year corresponding quarter to RM3.1 million due mainly to an increase in FFB prices but was offset partially by a decrease in production.

Based on the Group’s effective share, included in the current quarter and preceding year corresponding quarter results of the Energy segment was a fair value gain on other investment of RM0.2 million and RM4.1 million respectively. Excluding the aforementioned fair value gain, the Group’s net profit increased by RM3.1 million or 163%, from RM1.9 million in the preceding year corresponding quarter to RM5.0 million for the current quarter. This improvement was achieved with an increase in net profits from all the operating segments.

The IMS segment registered an increase of RM3.2 million or 132% in its net profit to record a net profit of RM5.7 million for the current quarter. The PMST division, in line with its increase in revenue, recorded an increase of RM2.4 million in its net profit from RM2.0 million in the preceding year corresponding quarter to RM4.4 million for the current quarter. Despite the decline in revenue, the Automotive division recorded an increase of RM0.8 million in its net profit to register a net profit of RM1.3 million for the current quarter, attributable mainly to better cost management and product mix. In tandem with its higher revenue, the Resources segment’s net profit increased from RM0.1 million to RM0.5 million.

As at 31 December 2021, due mainly to a dividend payment of RM8.1 million to the Company’s shareholders, the Group’s cash and cash equivalents decreased by RM7.9 million, to RM65.1 million (30 June 2021: RM73.0 million). The Group recorded a net operating cash inflow of RM2.5 million for the current quarter. Comparing 31 December 2021 with 30 June 2021, the Group’s net assets per share has remained consistent around RM0.95 whilst the gearing decrease from 0.06 times to 0.05 times. Current ratio of the Group decreased from 1.96 times to 1.89 times.

B2. Material changes from the preceding quarter

Comparing quarter on quarter, the Group’s revenue increased by RM18.4 million or 53%, from RM34.7 million to RM53.1 million due to all the operating segments registering an increase in their revenue. The IMS segment registered an increase in its revenue from RM32.0 million to RM50.0 million, underpinned by an increase in the revenue from both the PMST and Automotive divisions as a result of relaxation of the movement restrictions. The Resources segment’s revenue increased

marginally from RM2.7 million to RM3.1 million due mainly to an increase in FFB prices but was offset partially by a decline in FFB production.

Based on the Group's effective share, included in the current quarter and prior quarter results of the Energy segment was a fair value gain and fair value loss on other investment of RM0.2 million and RM1.1 million respectively. Excluding the aforementioned items, the Group's net profit increased from RM2.5 million in the previous quarter to RM5.0 million for the current quarter. This improvement was achieved mainly due to an increase in the net profit of RM3.0 million from the IMS segment. In tandem with the higher revenue, both the PMST and Automotive division chalked up higher net profits of RM1.2 million and RM1.8 million respectively. Despite the increase in revenue, the Resources segment however, recorded a decrease in its net profit of RM0.3 million, due mainly to higher costs such as fertiliser costs and labour related costs.

B3. Prospects

The COVID-19 pandemic is expected to prevail into 2022 with new variants, such as Omicron, emerging. Nevertheless, with the rising vaccination (and its boosters) rates, some normalcy will gradually return as the world learns to adapt and live with the virus and its variants. This has resulted in less restrictive measures since July 2021 that saw the reopening of most economic activities without the risk of further lockdown. However, inflation is expected to be high and elevated throughout 2022, as a result of strong demand and supply disruptions. As such, countries globally may raise interest rates and this might be a dampener to the ongoing global economic recovery.

Taking cognisance of the above, the Group's businesses remain vigilant of its costs and sustainability whilst adhering to all the necessary standard operating procedures to mitigate the impact of the Covid-19 pandemic.

On a positive note, demand from new projects is fast growing and the PMST division will continue to gradually increase its capacity and revenue over time from its new 56,000 square feet facility in Bukit Minyak, Penang.

Generally, the prospects for the Automotive division will improve moving forward, premised on below:

- i) incentives given by the Government to spur growth and encourage spending such as the PEMERKASA Plus plan where car buyers will enjoy sales tax exemption until the end of June 2022;
- ii) acceleration in vaccination will spur economic recovery in 2022;
- iii) low interest rate car loans, accommodative financing packages and aggressive promotional campaigns; and
- iv) introduction of new models with latest designs and specifications at very competitive prices.

However, the performance of the Automotive division in the third quarter of this financial year, is expected to be impacted from the knock-on effects of the severe flooding in Selangor that occurred towards the end of December 2021.

On 17 June 2021, the Energy segment achieved a major milestone as the Indonesian Ministry of Energy and Mineral Resources ("MEMR") has approved the Energy segment's first plan of development ("POD") for the Tanjung Enim production sharing contract ("PSC") under a gross split scheme (referred to as Tanjung Enim POD I) in South Sumatra which will allow the PSC to proceed to field development and surface facility construction. The approval of the Tanjung Enim POD I also represents the first CBM POD in Indonesia. The Tanjung Enim POD I approval covers the development of 209 wells in two target areas, in the north and south of the contract area covering ~33km² (or 13% of the total acreage of the Tanjung Enim Gross Split PSC) where the Indonesia Research and Development Center for Oil and Gas Technology ("LEMIGAS") has confirmed and certified reserves totalling ~164.89 Bscf in these areas. With the Tanjung Enim POD I approval, the Energy segment can negotiate commercial terms for gas sales with interested parties.

Moving forward, the Energy segment's overall long-term strategy is to integrate its South Sumatra PSCs, comprised of its Tanjung Enim PSC, Muara Enim PSC, Muralim PSC and Muara Enim II PSC and develop a large scale CBM supply.

B4. Financial Forecast and Profit Guarantee

Not applicable.

B5. Corporate proposals

There were no material corporate proposals announced but not completed within 7 days from the date of issue of this report.

B6. Taxation

The tax expense for the current quarter and financial period are as follows:

	Current quarter	Financial period
	31.12.2021	31.12.2021
	RM'000	RM'000
Income tax expense		
Malaysia - current year	2,384	2,491
Overseas - current	(537)	506
	<u>1,847</u>	<u>2,997</u>
Deferred tax expense		
Malaysia - current year	328	297
Overseas – current year	2	142
	<u>2,177</u>	<u>3,436</u>

The effective tax rate of the Group for the current quarter and period is higher than the statutory tax rate due mainly to the losses incurred by the Energy and Investment Holdings segment.

B7. Borrowings

The Group's borrowings as at 31 December 2021 were all secured. The borrowings denominated in foreign currency and RM as at 31 December 2021 were as follows:

	RM'000
Foreign Currency:	
- IDR21,758,841 @ IDR:RM of 3,425:1	6
RM	<u>11,922</u>
Total Group Borrowings	<u><u>11,928</u></u>
Foreign currency:	
IDR	Indonesian Rupiah

B8. Material litigation

There is no material litigation as at the date of this report.

B9. Earnings per share

Basic earnings per share

The basic earnings per share of the Group for the current quarter and current period was computed as follows:

	Current quarter	Current period
Profit attributable to owners of the Company (RM'000)	5,155	6,513
Weighted average number of ordinary shares ('000)	269,093	269,090
	<hr/>	<hr/>
Basic earnings per share (sen)	1.916	2.420

Diluted earnings per share

Diluted earnings per share for the current quarter and financial year are not applicable as there are no dilutive instruments as at period end.

B10. Exploration and development expenditure/activities

The exploration assets/expenditure incurred during the period as follow:

	RM'000
Carrying amount	
At 1 July 2021	103,479
Effect of movements in exchange rates	1,078
Additions	<u>1,010</u>
At 31 December 2021	<u>105,567</u>

In respect of the POD I of the Tanjung Enim PSC, the Energy segment has advanced its discussions and negotiations on future gas sales with PT Pertamina Gas, that is expected to culminate in a formal gas sales agreement between the two parties. The Energy segment has also embarked on the necessary environmental impact studies (also known as AMDAL or Analisis Manajemen Dampak Lingkungan in Indonesia) and Front-End Engineering Design ("FEED") studies by selecting and reviewing proposals from qualified vendors and consultants. In addition, the Energy segment has also received the Seller Appointment Letter from the Indonesian Special Task Force for Upstream Oil and Gas Business Activities ("SKK Migas") that formally authorises and appoints the Energy segment to sell CBM produced from the Tanjung Enim PSC on SKK Migas's behalf.

The dewatering process at the Muralim PSC was temporarily suspended since the quarter ended 30 September 2021, pending the necessary permit being issued by Ministry of Environment of Indonesia, based on the latest revised environmental regulation issued in September 2021. The Energy segment has subsequently obtained the environmental permit in January 2022. With the approval, the Energy segment is now able to continue its dewatering process to determine the gas productivity for future development. The result from the gas production will be submitted to SKK Migas for their further recommendation to submit the future POD proposal for this PSC.

B11. Notes to the statement of profit or loss and other comprehensive income

Other than interest income and finance costs, included in the statement of profit or loss and other comprehensive income are the following credits/(charges):

	Current quarter 31.12.2021 RM'000	Preceding year corresponding quarter 31.12.2020 RM'000	Current period 31.12.2021 RM'000	Preceding year corresponding period 31.12.2020 RM'000
Amortisation of customer relationships	(98)	(99)	(197)	(197)
Amortisation of development costs	(9)	(9)	(17)	(17)
Amortisation of government grant	68	74	136	114
Changes in fair value of other investments	241	7,902	(2,032)	7,224
Depreciation	(2,591)	(2,811)	(5,237)	(5,676)
Fair value changes on biological assets	16	(46)	587	182
Foreign exchange (loss)/gain	(215)	(1,275)	73	(1,510)
Gain on disposal of gold royalty	-	47	-	21,711
Property, plant and equipment written off	(18)	-	(18)	-
Provision for warranties (net)	(20)	(22)	(34)	(44)
Rental income	3	3	6	6